**EXHIBIT 10** 



UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK MARY ROZELL,

Plaintiff.

Case No. 05 CV 2936 - against -

COURTNEY ROSS-HOLST, an individual, ANDCO, LLC, a corporation, and NEIL PIROZZI, an individual, Defendants.

> June 26, 2006 10:04 a.m.

Deposition of ELIZABETH ARNOLD, a non-party witness herein, taken pursuant to Subpoena, and held at the offices of Littler Mendelson, P.C., 885 Third Avenue, 16th Floor, New York, New York, before April Pearl Schirm, a Court Reporter and Notary Public of the State of New York.



1	ELIZABETH ARNOLD	29
2	complaint?	
3	A. Yeah.	
4	Q. And then you ask, it looks like, do they	
5	know that this is still proceeding forward, correct?	
6	A. Yes.	
7	Q. Did you get a response to that?	
8	A. Not sure she knows.	
9	Q. Do you know who she is?	
10	A. I believe it was referring to her former	
11	employer.	
12	Q. Can you read the next line?	
13	A. Uh-huh. Starting a fiction novel. Names	
14	changed in milieu where I worked.	
15	Q. Do you recall anything else that was	
16	discussed about Ms. Rozell's fiction novel?	
17	A. No.	
18	Q. Did she ever bring it up in any other	
19	sessions, as far as you remember?	
20	A. I believe in another session towards the	
21	end of our meetings.	
22	Q. Do you recall anything about that, other	
23	than what is in your notes?	
24	A. No.	
25	Q. Then below that it says, always been a	



1	ELIZABETH ARNOLD 3
2	contacts.
3	Q. Anything else?
4	A. Not that I remember.
5	Q. Do you recall anything that was discussed
6	about how Ms. Rozell wanted the case to be resolved?
7	A. No.
8	Q. And can you read your parenthetical, not
9	knowing?
10	A. Not knowing how people are viewing her.
11	Q. What does that refer to?
12	A. I think I was identifying a source of
13	stress.
14	Q. What does it say next?
15	A. My note to myself is a double
16	parentheses. Hostility hovering out there and I
17	don't know when it's going to strike. I'm trying to
18	imagine her feeling.
19	Q. So generally, in your notes, if you do a
20	double parentheses, it is an observation that you are
21	making?
22	A. Uh-huh, or a thought I'm having to
23	myself.
24	Q. What does it say at the bottom?
25	A. I was really close to boss. Probably



1	ELIZABETH ARNOLD 40
2	sure she hates me now. Thinks I'm after her money.
3	Q. What does that refer to, do you recall?
4	A. Courtney. Mary expressed sadness over
5	the loss of the relationship with her.
6	Q. Was it your impression that Ms. Rozell
7	believed she had a friendly relationship with
8	Courtney Ross
9	A. Yes.
10	Q prior to this legal incident?
11	A. Yes.
12	Q. What does it say at the bottom?
13	A. The humiliation of not doing a lawsuit.
14	Q. Do you know what that refers to?
15	A. That seemed worse than the stress of
16	doing a lawsuit.
17	Q. Do you recall anything else that was
18	discussed about that in this session?
19	A. No.
20	Q. Turn to the next page. Is this still the
21	same session?
22	A. Yes.
23	Q. Can you just read the parenthetical at
24	the top?
2 [	A Hovering hostility before being let go



1	ELIZABETH ARNOLD	49
2	A. His friend I believe Neil's friend,	
3	Richard Halperin sat in on meeting. Mrs. Holst's	
4	financial advisor. Her, quote, guru du jour.	
5	Christy came in minutes before the meeting to say	
6	he'd be in the meeting. Neil is chief financial	
7	consultant, brought in his friend Richard who was	
8	making a fortune.	
9	Q. And again, these are things being told to	
10	you by Mary Rozell?	
11	A. Of course, yes.	
12	Q. Okay.	
13	A. Keep going?	
14	Q. Yes.	
15	A. Told her, she asked and I believe this	
16	refers to the meeting with Ms. Holst. She asked,	
17	what would you like me to do, me, meaning Mary, I'll	
18	handle it.	
19	Q. And then there is, if you'll see there,	
20	there is a double parentheses that has the word	
21	nothing.	
22	A. Nothing.	
23	Q. what is that?	
24	A. What would you Ms. Holst, what would	
25	you like me to do. When Mary says I'll handle it, my	



1	ELIZABETH ARNOLD	50
2	assumption was that she did not want Ms. Holst to do	
3	anything. Nothing.	
4	Q. That was a note you were making to	
5	yourself on what your impression was, correct?	
6	A. Yes.	
7	Q. Where it says, I'll handle it, that is	
8	something that Mary Rozell told you?	
9	A. Yes.	
10	Q. Can you continue reading?	
11	A. Then he turned malicious and some quotes.	
12	You were a cheerleader. You? You are so negative.	
13	Q. Do you recall any examples of	
14	maliciousness that Ms. Rozell cited?	
15	A. No.	
16	Q. At the bottom, can you read that?	
17	A. Why the timing. Suddenly to escort you	
18	out.	
19	Q. What does that refer to?	
20	A. The dismissal and escorting from the	
21	building.	
22	Q. And that was Ms. Rozell questioning the	
23	timing, correct?	
24	A. I'm unclear. That sounds like something	
25	I would have asked her.	



1		ELIZABETH ARNOLD	63
2	Α.	My memory is that maybe the co-op was	
3	I don't kno	ow if their time was up. They were being	
4	asked to go	) .	
5	Q.	Do you know why they were being asked to	
6	go?		
7	Α.	I do not.	
8	Q.	What does a lot of compromising refer to,	
9	do you know	v?	
10	Α.	Balancing what you can afford with what	
11	you want.		
12	Q.	And what does it say next?	
13	Α.	Husband says, you can't just keep taking	
14	off. Your	need an income.	
15	Q.	What does that refer to?	
16	Α.	I believe Mary's not working.	
17	Q.	This is something Mary was	
18	Α.	Reporting to me.	
19	Q.	relating to you that her husband had	
20	said?		
21	Α.	Yes.	
22	Q.	Do you know what just keep taking off	
23	refers to?		
24	Α.	Just keep not working, not bringing in	
25	income.		



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1	ELIZABETH ARNOLD
2	A. Husband. Mary reports her husband was
3	saying, what is holding you back. There are people
4	with your degrees and fluencies who are very
5	successful.
6	Q. What does that refer to?
7	A. Work situation.
8	Q. Do you recall anything else that was
9	discussed about that?
10	A. No.
11	Q. And just continue.
12	A. I see it with my son too. He will step
13	back, let others go first. If someone takes his
14	truck, will look at me with a sad face. Me, when I'm
15	in a competitive situation, I hold back. I avoid it.
16	I can be an activist, but when it's asking for
17	something for me, dot, dot. I said, you can
18	marshall forces for a cause, not a general fear of
19	conflict. She said right.
20	Q. And if you can continue on the top of the
21	next page.
22	A. She said Mary said, I'm not good at
23	getting paid. I always do a lot of work for free.
24	Q. This is the second reference she has made
25	to doing things for free?



1	ELIZABETH ARNOLD 71
2	A. No.
3	Q or what was discussed about that?
4	A. No.
5	Q. What does it say below that?
6	A. Working on book, 30,000 words. Another
7	book I've wanted to write for seven years.
8	Non-fiction, being in Berlin as the wall came down,
9	ridiculous stories.
10	Q. When it says 30,000 words, is it your
11	recollection that Ms. Rozell said she had already
12	written 30,000 words or that she would like to write
13	30,000 words?
14	A. I don't know.
15	Q. What does it say below that?
1.6	A. I lived, was the guest curator in East
17	Germany, Weimar. Everybody lived there. I believe
18	she is describing the house that she lived in.
19	Nietzsche, Goethe and Schiller, painters. I lived in
20	a little house with a historical sign, the gathering
21	point for the Jews before they were deported.
22	Q. She was describing someplace she had
23	actually lived in Germany?
24	A. Yeah, describing another book I wanted to
25	write for seven years.



1	ELIZABETH ARNOLD
2	Q. The non-fiction book?
3	A. Uh-huh.
4	Q. Yes?
5	A. Yes. Sorry.
6	Q. What does it say next?
7	A. I'm scared about the lawsuit. I say I
8	question, what are you scared about. Of being hurt,
9	of things they'll say about me. I don't want to hurt
10	anyone either.
11	Q. And then what does it say?
12	A. Bettina fabricated a graduate degree on
13	her resume.
14	Q. Do you recall what was discussed about
15	that?
16	A. No.
17	Q. Do you have any recollection of why Ms.
18	Rozell would have brought that up in her session?
19	A. My recollection is that she was upset
20	that Bettina was distancing herself from the
21	business.
22	Q. Okay. The next session was April 7,
23	2005, correct?
24	A. Yes.
25	Q. What does it say there?

